BETHANY-LONGSTREET FIELD

08-1066 thru 08-1070

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **JULY 29**, **2008**, upon the application of **BEUSA ENERGY**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation**, **Reservoir A**, **the Cotton Valley Formation**, **Reservoir A**, **and the Haynesville Zone**, **Reservoir B**, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana.

- 1. To create eight (8) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir B.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate a unit operator of, and unit wells for, the proposed additional units as may be appropriate.
- 4. To expand the provisions of Office of Conservation Order Nos. 289-23, 289-26 and 289-29, authorizing downhole combination of production from the Hosston Formation, Reservoir A and the Cotton Valley Formation, Reservoir A, with respect to previously created units for such formations which are identical to the additional proposed units HA RB SUM through HA RB SUR, so as to include production from the Haynesville Zone, Reservoir B, in any well in which the interests in the units from which production is to be combined downhole are identical.
- 5. To permit Applicant to combine downhole production from the Hosston Formation, Reservoir A, the Cotton Valley Formation, Reservoir A and the Haynesville Zone, Reservoir B, or any combination thereof, in any well drilled on existing HOSS RA SU37, CV RA SU57 and proposed HA RB SUS, and on existing HOSS RA SU38, CV RA SU58 and proposed HA RB SUT, in which the interests in the units from which production is to be combined downhole are identical.
- 6. To redefine the Haynesville Zone, Reservoir B, as to the eight (8) additional units proposed herein, as to the existing unit designated HA RB SUA and as to the pending units designated HA RB SUB through HA RB SUG, which are the subject of Docket Nos. 08-809 and 08-924, all fifteen (15) of these proposed existing and pending units being shown on the plat submitted with the application, as that gas and condensate bearing interval encountered between the depths of 10,260' and 11,860' (electrical log measurements) in the Bridas Energy USA, Inc.-David Mason 27 No. 1 Well, located in Section 27, Township 13 North, Range 15 West.
- 7. To extend, except as in conflict herewith, the provisions of Order No. 289-R-1, effective April 29, 2008, to the proposed additional units for the Haynesville Zone, Reservoir B.
- 8. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A was initially defined in Order No. 289, effective October 1, 1954 and was further defined in Order No. 289-A-g-2, effective April 14, 1977.

The Cotton Valley Formation, Reservoir A was initially defined in Order No. 289-J, effective March 1, 1974, and was further defined in Order No. 289-J-1, effective April 14, 1977.

-13- Page 2

BETHANY-LONGSTREET FIELD

08-1066 thru 08-1070

The Haynesville Zone, Reservoir B was defined in Order No. 289-R-1, effective April 29, 2008. Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 6/24/08;6/27/08 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.